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ARIZONA CORPORATION COMMISSION

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November 7, 2000

AZ CORP COMMISSION
DOCUMENT CONTROL

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Phoenix, AZ 85001-0400

Arizona Corporation Commission

DOCKETED

NOV 9 5 2000



RE: PDM Energy, LLC.
Docket No. E-03869A-00-0268

Dear Mr. Patten:

On April 21, 2000, PDM Energy, LLC, filed an application for a CC&N to provide competitive retail electric services in the State of Arizona. Due to a recent Arizona Superior Court ruling regarding fair value, Staff requires additional information to process the Certificate of Convenience and Necessity application for PDM Energy, LLC.

- A. Please provide the projected total revenue for the first twelve months of service. This calculation must assume the Company is charging the **maximum rate** requested in its tariff. Total revenue could be calculated as the number of units sold for all services offered times the maximum charge per unit.
- B. Please provide the projected value of total operating expenses for the first twelve months of service.
- C. Please provide the projected value of **all assets** to be used to provide electric service to Arizona customers for the first twelve months of service. Please be aware that assets are not limited to plant and equipment. Items such as office equipment and office supplies should be included in this figure.

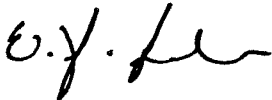
This information must be received by Docket Control within 30 days of the date of this letter. Please mail an original plus 10 copies to: Docket Control, Arizona Corporation Commission, 1200 W. Washington Street, Phoenix, AZ 85007-2927. If no response is received, Staff may recommend that the application be terminated. If the application is terminated, the Applicant cannot provide competitive retail electric service until such time as a new application is filed with and approved by the Commission.

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Remember that information submitted for a CC&N will be made a part of the public record (including financial statements). Any information designated **CONFIDENTIAL** will not be accepted by Docket Control. If you have any questions, please contact me at (602) 542-0748. Thank you for your prompt response to this request.

Respectfully,

A handwritten signature in black ink, appearing to read "E. Y. Andreasen", with a stylized flourish at the end.

Erinn Andreasen